LICENSES AND CONSUMER SERVICES LICENSE INSEPCTOR'S REPORT

LICENSE NUMBERS: L210-50238 and L173-50046

POLICE FILE NUMBER: 13453

DATE OF APPLICATION: 10/30/2013

INSPECTOR: Phil Schliesman

APPLICANT/LEGAL ENTITY: Day Block Brewing Co. LLC.

DBA/TRADE NAME: Day Block Brewing Company

COMPLETE ADDRESS: 1105 Washington Avenue South

LICENSE REQUESTED: On-Sale Liquor Class B with Sunday

Sales/Brewpub and Off Sale Malt

Liquor/Growler

CURRENT LICENSE: None

RESPONSIBLE PERSON WITHIN 75 MILES OF MINNEAPOLIS CITY HALL:

Jeff Hahn

PUBLIC HEARING REQUIREMENTS: Required

LICENSE CONDITIONS: None

NEIGHBORHOOD/WARD: Downtown East/7

ZONING: B4N/Downtown Parking District

7 ACRE REQUIREMENT: This has been met.

OFF-STREET PARKING: The Minneapolis Zoning Department states the

applicant is required to provide 16 additional off street parking stalls. These stalls are located in the parking lot located to the rear of the

building.

CHURCHES OR SCHOOLS WITHIN 300 FEET OF THE PROPOSED PREMISES: No.

SEATING: Inside: 104 Seats Outside: None

FIRE OCCUPANCY: The current number is 165 and will be

verified just before opening as there is major remodeling to the interior space.

FOOD SERVICE REQUIREMENT: Minimum Food Service requirement

HOURS OF OPERATION PROPOSED: INSIDE: hours will be seven days a week from 10:00 am to 1:00 am. **OUTSIDE**: None

METROPOLITAN COUNCIL SERVICE AVAILABILITY CHARGES: 7 SAC charges have been paid.

HISTORY OF LOCATION

This location previously held a restaurant; Spill the Wine, which held an On Sale Liquor Class E with Sunday Sales license and an Off Sale Liquor license from 2007 to early 2013.

APPLICANT

Day Block Brewing Co. LLC., DBA: Day Block Brewing Company was organized under Minnesota Statute, Charter 322B, File 672382000025, on 5/14/13. The company minutes contain the necessary restriction of the transfer of membership interests. The company lists the following individuals as the only two shareholders:

Name	Title	Shares
Jeff Hahn	Owner	95%
Corey Williamson	Owner	5%

Jeff Hahn owns the building and has a company on the third floor, Internet Exposure and is the sole owner of a business on the second floor, Day Block Holdings LLC, which holds a Rental Hall license.

MANAGER

The ownership has hired three on-site managers, Paul Johnston, Stephenie Smith, and Joseph Williams, all of whom have extensive brewing and/or restaurant experience. The primary contact person is Jeff Hahn.

POLICE REVIEW

Police Licensing and this Inspector have reviewed the expenses and source of funds reported in this application. The applicant has provided documentation showing adequate legal and traceable funding for this venture and has passed the criminal background check. The applicant has contacted Lt. Dean Christiansen from the First Precinct of the Minneapolis Police Department to conduct the Police Security Review. As of the date of the writing of this report, this review has not been completed. Prior to license issuance, the applicant will submit this plan.

PREMISES

The premises consist of approximately 3,500 gross square feet on the main floor, and an additional space in the basement consisting of approximately 3,000 square feet. The main floor is at ground level and contains the restaurant area and most of the brewery area. There is a portion of the basement that has been rented for use as office, brewing and dry storage space.

The indoor seating plan calls for seating for up to 104 guests at booths, tables and chairs. At this time, there is no outdoor seating area. The bar area will have seating for 7 guests at the bar and seating for 16 guests at tables and chairs. Restrooms are located on the main floor. On-site parking is available to patrons to the rear of the building.

BUSINESS/PLAN/OPERATIONS

This establishment will have food available during operating hours and will operate as a full service, sit down restaurant, with a craft brewery located on site. A menu consisting of a wide variety of appetizers, soups, salads and pizzas will be offered including a children's menu. No live entertainment will be offered and there is no dance floor. Forms of entertainment that will be offered are televisions, background music through the indoor speaker system, a DJ on occasion, and interactive games. Should business be slow, the applicant plans on closing early on some nights. Beer will be brewed on site to be served on tap and also sold in growlers to take home.

Beverage alcohol service will be by wait-staff who will follow serve-safe practices. As conditions of their employment, the employees will be required to follow the in-house written policy as stated in the employee handbook, undergo alcohol server training by an approved service provider, and complete mandatory orientation. Annual and periodic in-house training will be required.

The applicant will not offer charitable gambling on the premises. They are not planning on sponsoring any sports teams at this time.

The applicant will limit speakers to indoors only and will play music at a level that is not disruptive to their guests. The closing time procedures will include turning off the music 20 minutes prior, increasing the lighting levels and asking all patrons to exit the establishment. Staff will encourage patrons to exit the premises quietly so as to reduce the noise impact from their guests. Staff will be trained to report all noise or other types of complaints to management immediately. Management will then handle the complaints as needed following the companies training plan. Management will also patrol the parking lot after closing to assist in moving guests and others along who might be causing an issue. The ownership, management will be readily available for area residents or guests to provide feedback or register a complaint.

The lease requires the applicant to operate as a non-smoking restaurant and bar. The lease also states the applicant must abide by all local laws/ordinances shall not operate in any way which could constitute an unreasonable nuisance. Patrons who smoke outside will be directed to the rear of the establishment near the parking lot. This area will be monitored by management and staff on a regular basis. Patrons will not be allowed to loiter anywhere near the building, including the parking areas. Staff will be trained on how to deal with customers who loiter, including putting them on a do-no-admit list.

PUBLIC HEARING SUMMARY

The public hearing notice was mailed to 30 residents and landlords within 300 feet of the establishment on 11/6/2013. The notice was posted in common areas for residents at multi-unit buildings located at 200 and 212 11th Avenue South, 215 10th Avenue South, and 1025 Washington Avenue South.

RECOMMENDATIONS

The Licenses and Consumer Services Division recommends approving this application for an On-Sale Liquor license Class B with Sunday Sales.

LICENSE CONDITIONS

There are no license conditions being placed on this license at this time.